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# UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

SMART STUDY CO., LTD.,

Plaintiff

v.

B+BABY STORE, DAFENG CLAIRE IMPORT **EXPORT TRADING** CO., LTD., AND DONGGUAN SHUANGYUAN GARMENTS CO., LTD, DONGGUANG GOLDEN BEAR TOYS CO., LTD., GIRLY STORE, **HANGZHOU** DONGWANG TECHNOLOGY CO., LTD., HANGZHOU HANZHAO TECHNOLOGY CO., LTD., HANGZHOU YAOYANG TECHNOLOGY CO., LTD., JIAHAI (DONGGUAN) TECHNOLOGY CO., LTD., KOCOZO OFFICIAL STORE, LIUYANG BLUEWHALE FIREWORKS CO., LTD., LONGGANG JING'AN PAPER PRODUCTS CO., LTD., LONGYOU JIZHEN E-COMMERCE CO., LTD., NANJING ZHAOYAN TRADE CO., LTD., NANNING EXCELLENT **EMBROIDERY** CO., LTD., **OINGDAO** FUBOYUAN ARTS & CRAFTS CO., LTD., SHANGHAI ROGER INDUSTRY LIMITED COMPANY, SHENZHEN SSTC TECHNOLOGY CO., LTD., SHENZHEN TOMTOY PLASTIC ELECTRIC CO., LTD., SHOP5485050 STORE, XIAMEN RAINBOW GIFTS & PACKS CO., CIVIL ACTION No. 20-cv-7889 (JSR)

(PROPOSED)
FINAL DEFAULT JUDGEMENT
AND PERMANENT INJUNCTION
ORDER

LTD., YBE WELLTOY STORE, YIWU CITY MIYA GARMENT CO., LTD., YIWU HINTCAN TRADE COMPANY LIMITED, YIWU HODER CRAFTS CO., LTD., YIWU ISABELLA ARTS & CRAFTS CO., LTD., YIWU KAINUO GARMENT FIRM, YIWU LOLLIPOP-PROFESSIONAL GARMENT FACTORY, YIWU PARTY UNION IMP & EXP CO., LTD and YIWU RUOLIN E-COMMERCE FIRM,

Defendants

### **GLOSSARY**

<u>Term</u>	<u>Definition</u>	<u>Docket Entry</u> Number
Plaintiff or Smart	Smart Study Co., Ltd.	N/A
Defendants	B+Baby Store, Dafeng Claire Import And Export Trading Co., Ltd., Dongguan Shuangyuan Garments Co., Ltd, Dongguang Golden Bear Toys Co., Ltd., Girly Store, Hangzhou Dongwang Technology Co., Ltd., Hangzhou Yaoyang Technology Co., Ltd., Hangzhou Yaoyang Technology Co., Ltd., Jiahai (Dongguan) Technology Co., Ltd., kocozo Official Store, Liuyang Bluewhale Fireworks Co., Ltd., Longgang Jing'an Paper Products Co., Ltd., Longyou Jizhen E-Commerce Co., Ltd., Nanjing Zhaoyan Trade Co., Ltd., Nanning Excellent Embroidery Co., Ltd., Qingdao Fuboyuan Arts & Crafts Co., Ltd., Shanghai Roger Industry Limited Company, Shenzhen SSTC Technology Co., Ltd., Shenzhen Tomtoy Plastic Electric Co., Ltd., Shop5485050 Store, Xiamen Rainbow Gifts & Packs Co., Ltd., YBE WellToy Store, Yiwu City Miya Garment Co., Ltd., Yiwu Hintcan Trade Company Limited, Yiwu Hoder Crafts Co., Ltd., Yiwu Isabella Arts & Crafts Co., Ltd., Yiwu Kainuo Garment Firm, Yiwu Lollipop-Professional Garment Factory, Yiwu Party Union Imp & Exp Co., Ltd and Yiwu Ruolin E-Commerce Firm	N/A
<b>Defaulting Defendants</b>	B+Baby Store, Dafeng Claire Import And Export Trading Co., Ltd., Dongguan Shuangyuan Garments Co., Ltd, Dongguang Golden Bear Toys Co., Ltd., Girly Store, Hangzhou Dongwang Technology Co., Ltd., Hangzhou Hanzhao Technology Co., Ltd., Hangzhou Yaoyang Technology Co., Ltd., Jiahai (Dongguan) Technology Co., Ltd., Liuyang Bluewhale Fireworks Co., Ltd., Longgang Jing'an Paper Products Co., Ltd., Longyou Jizhen E-Commerce Co., Ltd., Nanjing Zhaoyan Trade Co., Ltd., Nanning Excellent Embroidery Co., Ltd., Qingdao Fuboyuan Arts & Crafts Co., Ltd., Shanghai Roger Industry Limited Company, Shenzhen SSTC Technology Co., Ltd., Shenzhen Tomtoy Plastic Electric Co., Ltd., Shop5485050 Store, Xiamen Rainbow Gifts & Packs Co., Ltd., YBE WellToy Store, Yiwu City Miya Garment Co., Ltd., Yiwu Hintcan Trade Company Limited, Yiwu Hoder	N/A

	Crafts Co., Ltd., Yiwu Isabella Arts & Crafts Co., Ltd., Yiwu Kainuo Garment Firm, Yiwu Lollipop-Professional Garment Factory, Yiwu Party Union Imp & Exp Co., Ltd and Yiwu Ruolin E-Commerce Firm	
Alibaba	Alibaba.com, an online marketplace platform that allows manufacturers, wholesalers and other third-party merchants, like Defendants, to advertise, offer for sale, sell, distribute and ship their wholesale and retail products originating from China directly to consumers across the world and specifically to consumers residing in the U.S., including New York	N/A
AliExpress	Aliexpress.com, an online marketplace platform that allows manufacturers, wholesalers and other third-party merchants, like Defendants, to advertise, offer for sale, sell, distribute and ship their wholesale and retail products originating from China directly to consumers across the world and specifically to consumers residing in the U.S., including New York	N/A
Sealing Order	Order to Seal File entered on September 24, 2020	1
Complaint	Plaintiff's Complaint filed on September 24, 2020	7
Application	Plaintiff's <i>Ex Parte</i> Application for: 1) a temporary restraining order; 2) an order restraining Merchant Storefronts (as defined <i>infra</i> ) and Defendants' Assets (as defined <i>infra</i> ) with the Financial Institutions (as defined <i>infra</i> ); 3) an order to show cause why a preliminary injunction should not issue; 4) an order authorizing bifurcated and alternative service and 5) an order authorizing expedited discovery	5, 12-14
Yang Dec.	Declaration of Su Jeong Yang in Support of Plaintiff's Application	14
Yamali Dec.	Declaration of Danielle S. Yamali in Support of Plaintiff's Application	13
TRO	1) Temporary Restraining Order; 2) Order Restraining Merchant Storefronts and Defendants' Assets with the Financial Institutions; 3) Order to Show Cause Why a Preliminary Injunction Should Not Issue; 4) Order Authorizing Bifurcated and Alternative Service; and 5) Order Authorizing Expedited Discovery entered on September 24, 2020	N/A
PI Show Cause Hearing	October 2, 2020 hearing to show cause why a preliminary injunction should not issue	N/A
PI Order	Preliminary Injunction Order entered on October 16, 2020	16
User Account(s)	Any and all websites and any and all accounts with online marketplace platforms such as Alibaba and	N/A

	AliExpress, as well as any and all as yet undiscovered accounts with additional online marketplace platforms	
	held by or associated with Defendants, their respective officers, employees, agents, servants and all persons in	
	active concert or participation with any of them	
Merchant	Any and all User Accounts through which Defendants,	N/A
Storefronts	their respective officers, employees, agents, servants	
	and all persons in active concert or participation with	
	any of them operate storefronts to manufacture, import,	
	export, advertise, market, promote, distribute, display,	
	offer for sale, sell and/or otherwise deal in Counterfeit	
	Products, which are held by or associated with	
	Defendants, their respective officers, employees,	
	agents, servants and all persons in active concert or	
	participation with any of them	
Baby Shark	One of Smart's most successful creations, which is the	N/A
Content	Pinkfong "Baby Shark" song and viral music video with	
	characters	
Baby Shark	U.S. Trademark Serial Application Nos.: 79/253,035 for	N/A
Applications	registration of "BABY SHARK" for a variety of goods	
	in Classes 41, 25, 16 and 9; 79/252,869 for registration	
	of <b>pinkfong</b> for a variety of goods in Class 41;	
	79/249,403 for registration of "PINKFONG BABY	
	SHARK" for a variety of goods in Classes 24 and 21;	
	88/396,786 for registration of "PINKFONG BABY	
	SHARK" for a variety of goods in Class 25; 88/529,984	
	for registration of "PINKFONG" for a variety of goods	
	in Class 2, 3, 9, 14, 16, 18, 20, 21, 24, 25, 26, 27, 28, 29,	
	30, 32, 41; 88/530,086 for registration of "BABY	
	SHARK" for a variety of goods in Class 2, 3, 9, 14, 16,	
	18, 20, 21, 24, 25, 26, 27, 28, 29, 30, 32, 41; 88/594,141	
	for "PINKFONG" for a variety of goods in Class 5; and	
	88/594,122 for "BABY SHARK" for a variety of goods	
	in Class 5	
Baby Shark	U.S. Trademark Registration Nos.: 5,803,108 for	N/A
Registrations	"BABY SHARK" for a variety of goods in Class 28;	1 <b>V</b> / A
registi attolis	5,483,744 for "PINKFONG" for a variety of goods in	
	Classes 3 and 21; 5,327,527 for "PINKFONG" for a	
	variety of goods in Classes 9, 16 and 28; 4,993,122 for	
	"PINKFONG" a variety of goods in Classes 9 and 25;	
	and 6,021,523 for a variety of goods in Classes 9 and 25,	
Baby Shark	The Baby Shark Registrations and Baby Shark	N/A
Marks	Applications	1 <b>V</b> / <i>F</i> <b>1</b>
1 <b>V1</b> &1 <b>N</b> 5	Applications	

Baby Shark Works	U.S. Copyright Registration Nos.: VA 2-130-856, covering Baby Shark; VA 2-130-847, covering Daddy Shark; VA 2-130-854, covering Mommy Shark; VA 2-131-983, covering Pink Fong Mascot; SR 823-609, covering Baby Shark (Sound Recording and Music); PA 2-142-905, covering Baby Shark (Motion Picture)	N/A
Baby Shark Products	Smart has developed and initiated an extensive worldwide licensing program for a wide variety of consumer products such as toys, sound books, t-shirts, associated with and/or related to the Baby Shark Content	N/A
Counterfeit Products	Products bearing or used in connection with the Baby Shark Marks and/or Baby Shark Works, and/or products in packaging and/or containing labels and/or hang tags bearing the Baby Shark Marks and/or Baby Shark Works, and/or bearing or used in connection with marks and/or artwork that are confusingly or substantially similar to the Baby Shark Marks and/or Baby Shark Works and/or products that are identical or confusingly or substantially similar to the Baby Shark Products	N/A
Defendants' Assets	Any and all money, securities or other property or assets of Defendants (whether said assets are located in the U.S. or abroad)	N/A
Defendants' Financial Accounts	Any and all financial accounts associated with or utilized by any Defendants or any Defendants' User Accounts or Merchant Storefront(s) (whether said account is located in the U.S. or abroad)	N/A
Financial Institutions	Any banks, financial institutions, credit card companies and payment processing agencies, such as PayPal Inc. ("PayPal"), Payoneer Inc. ("Payoneer"), the Alibaba Group d/b/a Alibaba.com payment services (e.g., Alipay.com Co., Ltd., Ant Financial Services Group), PingPong Global Solutions, Inc. ("PingPong") and other companies or agencies that engage in the processing or transfer of money and/or real or personal property of Defendants	N/A
Third Party Service Providers	Online marketplace platforms, including, without limitation, those owned and operated, directly or indirectly by Alibaba and/or AliExpress, as well as any and all as yet undiscovered online marketplace platforms and/or entities through which Defendants, their respective officers, employees, agents, servants and all persons in active concert or participation with any of them manufacture, import, export, advertise, market, promote, distribute, offer for sale, sell and/or	N/A

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	otherwise deal in Counterfeit Products which are hereinafter identified as a result of any order entered in this action, or otherwise	
Plaintiff's Motion for Default Judgment	Plaintiff's Motion for Default Judgment and a Permanent Injunction Against Defaulting Defendants filed on June 28, 2022	TBD
Futterman Aff.	Affidavit by Danielle (Yamali) Futterman in Support of Plaintiff's Motion for Default Judgment	TBD

This matter comes before the Court by motion filed by Plaintiff for the entry of final judgment and permanent injunction by default against Defaulting Defendants for Defaulting Defendants' trademark infringement, trademark counterfeiting, copyright infringement, false designation of origin, passing off and unfair competition and related state and common law claims arising out of Defaulting Defendants' unauthorized use of Plaintiff's Baby Shark Marks and/or Baby Marks Works without limitation, in their manufacturing, importing, exporting, advertising, marketing, promoting, distributing, displaying or offering for sale and/or selling and/or sale of Counterfeit Products.<sup>1</sup>

The Court, having considered the Memorandum of Law and Affidavit of Danielle (Yamali) Futterman in support of Plaintiff's Motion for Default Judgment and a Permanent Injunction Against Defaulting Defendants, the Certificate of Service of the Summons and Complaint, the Certificate of the Clerk of the Court stating that no answer has been filed in the instant action, and upon all other pleadings and papers on file in this action, it is hereby ORDERED, ADJUDGED AND DECREED as follows:

#### I. Defaulting Defendants' Liability

1) Judgment is granted in favor of Plaintiff on all claims properly pled against Defaulting Defendants in the Complaint;

#### II. Damages Awards

1) IT IS FURTHER ORDERED, ADJUDGED AND DECREED that because it would serve both the compensatory and punitive purposes of the Lanham Act's prohibitions on willful infringement and the Copyright Act's prohibitions on willful infringement, and because Plaintiff has sufficiently set forth the basis for the statutory damages award requested in its

<sup>&</sup>lt;sup>1</sup> Where a defined term is referenced herein and not defined herein, the defined term should be understood as it is defined in the Glossary.

Motion for Default Judgment, the Court finds such an award to be reasonable and Plaintiff is awarded statutory damages in the amount of \$50,000.00 ("Defaulting Defendants' Individual Damages Award") against each of the twenty-nine (29) Defaulting Defendants pursuant to Section 15 U.S.C. § 1117(c) of the Lanham Act and Section 17 U.S.C. § 504(c) of the Copyright Act for a total of One Million Four Hundred Fifty Thousand Dollars (\$1,450,000.00) ("Defaulting Defendants' Collective Damages Award"), as well as post-judgment interest calculated at the statutory rate as set forth in 28 U.S.C. § 1961(a).

#### III. Permanent Injunction

- 1) IT IS FURTHER ORDERED, ADJUDGED AND DECREED, that Defaulting Defendants, their respective officers, agents, servants, employees, and all persons acting in concert with or under the direction of Defaulting Defendants (regardless of whether located in the United States or abroad), who receive actual notice of this Order are permanently enjoined and restrained from:
  - A. manufacturing, importing, exporting, advertising, marketing, promoting, distributing, displaying, offering for sale, selling and/or otherwise dealing in Counterfeit Products or any other products bearing the Baby Shark Marks and/or Baby Shark Works and/or artwork that are confusingly or substantially similar to, identical to and constitute a counterfeiting and/or infringement of the Baby Shark Marks and/or Baby Marks Works;
  - B. directly or indirectly infringing in any manner Plaintiff's Baby Shark Marks and/or Baby Marks Works;
  - C. using any reproduction, counterfeit, copy or colorable imitation of Plaintiff's Baby Shark Marks & Baby Marks Works to identify any goods or services not authorized by Plaintiff;

- D. using Plaintiff's Baby Shark Marks and/or Baby Marks Works or any other marks and/or artwork that are confusingly or substantially similar to Baby Shark Marks and/or Baby Marks Works on or in connection with the manufacturing, importing, exporting, advertising, marketing, promoting, distributing, displaying, offering for sale, selling and/or otherwise dealing in the Counterfeit Products;
- E. secreting, concealing, destroying, altering, selling off, transferring or otherwise disposing of and/or dealing with: (i) Counterfeit Products; (ii) any computer files, data, business records, documents or any other records or evidence relating to:
  - i. Defaulting Defendants' User Accounts and/or Merchant Storefronts;
  - ii. Defaulting Defendants' Assets; and
  - iii. the manufacture, importation, exportation, advertising, marketing, promotion, distribution, display, offering for sale and/or sale of Counterfeit Products by Defaulting Defendants and by their respective officers, employees, agents, servants and all persons in active concert or participation with any of them; and
- F. effecting assignments or transfers, forming new entities or associations, or creating and/or utilizing any other platform, User Accounts, Merchant Storefronts or any other means of importation, exportation, advertising, marketing, promotion, distribution, display, offering for sale and/or sale of Counterfeit Products for the purposes of circumventing or otherwise avoiding the prohibitions set forth in this Order.
- 2) IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defaulting Defendants must deliver up for destruction to Plaintiff any and all Counterfeit Products and any and all packaging, labels, tags, advertising and promotional materials and any other materials in the possession, custody or control of Defaulting Defendants that infringe any of Plaintiff's

trademarks, copyrights or other rights including, without limitation, the Baby Shark Marks and/or Baby Marks Works, or bear any marks and/or artwork that are confusingly or substantially similar to the Baby Shark Marks and/or Baby Marks Works; pursuant to 15 U.S.C. § 1118;

- 3) IT IS FURTHER ORDERED, ADJUDGED AND DECREED that the Third Party Service Providers and Financial Institutions are permanently enjoined and restrained from:
  - A. secreting, concealing, destroying, altering, selling off, transferring or otherwise disposing of and/or dealing with any computer files, data, business records, documents or any other records or evidence relating to Defaulting Defendants' Assets from or to Defaulting Defendants' Financial Accounts; and
  - B. knowingly instructing, aiding or abetting any other person or business entity in engaging in any of the activities referred to in subparagraphs III(3)(A) above.

#### IV. Dissolution of Rule 62(a) Stay

1) IT IS FURTHER ORDERED, as sufficient cause has been shown, the 30-day automatic stay on enforcing Plaintiff's judgment, pursuant to Fed. R. Civ. Pro. 62(a) is hereby dissolved.

#### V. Miscellaneous Relief

- 1) Any failure by Defaulting Defendants to comply with the terms of this Order shall be deemed contempt of Court, subjecting Defaulting Defendants to contempt remedies to be determined by the Court, including fines and seizure of property;
- 2) The Court releases the Ten Thousand U.S. Dollar (\$10,000.00) security bond that Plaintiff submitted in connection with this action to counsel for Plaintiff, Epstein Drangel, LLP, 60 East 42<sup>nd</sup> Street, Suite 1250, New York, NY 10165; and

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3) This Court shall retain jurisdiction over this matter and the parties in order to construe and enforce this Order.

SO ORDERED.

SIGNED this 29th day of <u>June</u>, 2022, at <u>9:30c</u>.m.

HON. JED S. RAKOFF

UNITED STATES DISTRICT JUDGE